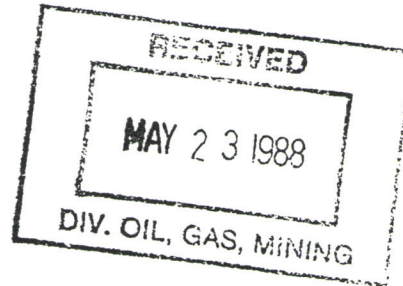


GENEVA STEEL

File M/021/003 and M/021/00
Originals in bond file!

April 27, 1988



Mr. Frank J. Filas
Reclamation Engineer
State of Utah Natural Resources
Department of Oil, Gas, and Mining
Salt Lake City, Utah 84655

Dear Mr. Filas:

Attached are the documents for transfer of permits from U.S.X. Corporation to (B.M.T.) Geneva Steel.

The Deseret Mound Plant Area, 91 acres ^(plants etc) and the haulage road, would remain under the U.S.X. bond and would be under permit number M/021/003. The Mountain Lion Pit, and the Mountain Lion Dumps would be transferred to (B.M.T.) Geneva Steel and would be included along with the Iron Mountain Mine, and Blackhawk Fines area, under permit number M/021/008. ^(60A)

Under this transfer U.S.X. would retain responsibility for the 151 acres and (B.M.T.) Geneva Steel would accept responsibility for 174.74 acres with a bond liability of \$78,200.

We will hold the amendment for future filing on the area in paragraph 3 of your letter's General Comments.

In accordance with our telephone discussion relative to the visit by Dave Wham and Wayne Hedberg of the Iron Mountain Property, it is my understanding the bond as outlined would be adequate to cover the minimal disturbance in that area and the ore from the ore body regarding our discussion of the Mountain Lion Pit.

Sincerely,

Roy Benson
Area Manager
Keigley Quarry

Attachment

cc: E. B. Patten